



Looking for Form 740-S?

The Cabinet has discontinued Form 740-S as part of our cost savings and paperwork reduction measures. The following tips will help you to file Form 740.

- ➔ **Lines 10–12**—You may ignore Lines 10 and 12 unless you need to adjust your federal adjusted gross income (FAGI).

For example, teachers must add back the new federal deduction for educator expenses. You may also exclude up to \$38,775 of pension, IRA, 401K or other retirement distributions even if you are not retired. Please read the instructions for Schedule M.

- ➔ **Line 14**—You must enter the \$1,800 standard deduction or itemized deductions on Line 14.

Form 740 provides a choice of standard deduction or itemized deductions. You may itemize for Kentucky even if you use the standard deduction for federal purposes. See the instructions for Schedule A.

- ➔ **Line 25(b)**—This line is used to claim estimated tax payments.

Estimated tax payments are submitted quarterly by taxpayers that do not have Kentucky income tax deducted from their paychecks. Do not use this line unless you have cancelled checks to support the amount claimed.